



# Circular Letter

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California Public Employees' Retirement System  
P.O. Box 942709  
Sacramento, CA 94229-2709  
(916) 326-3420  
Telecommunication Device for the Deaf  
No Voice (916) 326-3240

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Special:

**TO: ALL CONTRACTING SCHOOL EMPLOYERS**  
**SUBJECT: ASSEMBLY BILL 1102 CHAPTER 1006 EFFECTIVE**  
**JANUARY 1, 1999**

AB 1102 provides that credit for unused sick leave is applicable to all school members who retire after January 1, 1999. At retirement, each member will receive .004 year of service credit for each day of unused sick leave. Credit for unused sick leave is not applicable to persons employed on or after July 1, 1980, who retire prior to January 1, 1999.

Employers will continue to report credit for unused sick leave to the Benefit Services Division on the PERS-PRS-200 "Request for Final Payroll Information". Please reference your procedure manual if you need additional information about reporting credit for unused sick leave.

Cost of living adjustments are granted two calendar years after retirement (effective April 1 and reflected in the May 1 warrant). Depending on the amount of unused sick leave credit, it may be beneficial to members planning to retire in 1998 to postpone their retirement until after January 1, 1999, when they would be eligible to receive credit for unused sick leave.

Please advise employees with questions about credit for unused sick leave and the best retirement date for them to contact the nearest CalPERS Regional Office.

As always, if we can be of assistance to you, please contact our office at (916) 326-3420.

Kenneth W. Marzion, Chief  
Actuarial & Employer Services